SECOND REGULAR SESSION

[P E R F E C T E D]

SENATE BILL NO. 716

95TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR GOODMAN.

Pre-filed December 22, 2009, and ordered printed.

Read 2nd time January 19, 2010, and referred to the Committee on Transportation.

Reported from the Committee February 11, 2010, with recommendation that the bill do pass and be placed on the Consent Calendar.

Removed from the Consent Calendar February 15, 2010.

Re-reported from the Committee February 18, 2010, with recommendation that the bill do pass.

Taken up for Perfection February 24, 2010. Bill declared Perfected and Ordered Printed.

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TERRY L. SPIELER, Secretary

AN ACT

To amend chapter 301, RSMo, by adding thereto one new section relating to special event motor vehicle auction licenses, with penalty provisions.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Chapter 301, RSMo, is amended by adding thereto one new 2 section, to be known as section 301.580, to read as follows:

301.580. 1. The department of revenue may issue special event

- 2 motor vehicle auction licenses under the provisions of this section. For
- 3 purposes of this section, a "special event motor vehicle auction" is a
- motor vehicle auction in which:
- 5 (1) Ninety percent of the vehicles being auctioned are at least
- 6 ten years old or older; and
- 7 (2) The duration is no more than three consecutive calendar days
- 8 and is held no more than two times in a calendar year by a licensee.
- 9 2. A special event motor vehicle auction shall be considered a
- 10 public motor vehicle auction, for purposes of sections 301.559 and
- 11 301.564.
- 12 3. Special event motor vehicle auction licensees shall be exempt
- 13 from the requirements of section 301.560, with the exception of
- 14 subdivision (4) of subsection 1 of section 301.560.
- 15 4. An application for a special event motor vehicle auction
- 16 license shall be received by the department at least ninety days prior

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17 to the beginning of the special event auction.

- 5. Applicants for a special event motor vehicle auction are limited to no more than two special event auctions in any calendar year. A separate application is required for each special event motor vehicle auction.
- 22 6. At least ninety percent of the vehicles being auctioned at a special event motor vehicle auction shall be ten years old or older. The 23licensee shall, within ten days of the conclusion of a special event 2425 motor vehicle auction, submit a report in the form approved by the director to the department that includes the make, model, year, and 26 vehicle identification number of each vehicle included in the 27auction. Every vehicle included in the special event auction shall be 28listed, including those vehicles that were auctioned and sold and those 29vehicles that were auctioned but did not sell. Violation of this 30 subsection is a class A misdemeanor. 31
- 7. The applicant for the special event motor vehicle auction shall be responsible for ensuring that a sales tax license or special event sales tax license is obtained for the event if one is required.
- 8. The fee for a special event motor vehicle auction license shall be one thousand dollars. For every vehicle auctioned in violation of subsection 6 of this section, an administrative fee of five hundred dollars shall be paid to the department. Such fees shall be deposited in like manner as other license fees of this section.
- 9. In addition to the causes set forth in section 301.562, the department may promulgate rules that establish additional causes to refuse to issue or to revoke a special event license.
- 43 10. A special motor vehicle auction shall last no more than three 44 consecutive days.
- 11. The applicant for a special event motor vehicle auction shall be registered to conduct business in this state.
- 12. Every applicant for a special event motor vehicle auction license shall furnish with the application a corporate surety bond or an irrevocable letter of credit as defined in section 400.5-103, issued by any state or federal financial institution in the penal sum of one hundred thousand dollars on a form approved by the department. The bond or irrevocable letter of credit shall be conditioned upon the applicant complying with the provisions of the statutes applicable to

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a special event auction license holder and the bond shall be an 54 indemnity for any loss sustained by reason of the acts of the person bonded when such acts constitute grounds for the revocation or denial 56 of a special event auction license. The bond shall be executed in the 57name of the state of Missouri for the benefit of all aggrieved parties or 58the irrevocable letter of credit shall name the state of Missouri as the 59 beneficiary. The aggregate liability of the surety or financial 60 institution to the aggrieved parties shall not exceed the amount of the 61 bond or irrevocable letter of credit. The proceeds of the bond or 62 irrevocable letter of credit shall be paid upon receipt by the 63 department of a final judgment from a Missouri court of competent 64 jurisdiction against the principal and in favor of an aggrieved party. 65

- 13. No dealer, driveaway, auction, or wholesale plates, or temporary permit booklets, shall be issued in conjunction with a special event motor vehicle auction license.
- 14. Any person or entity who sells a vehicle at a special event motor vehicle auction shall provide, to the buyer, current contact information including, but not limited to, name, address, and telephone number.
 - 15. Any rule or portion of a rule, as that term is defined in section 536.010 that is created under the authority delegated in this section shall become effective only if it complies with and is subject to all of the provisions of chapter 536, and, if applicable, section 536.028. This section and chapter 536 are nonseverable and if any of the powers vested with the general assembly pursuant to chapter 536, to review, to delay the effective date, or to disapprove and annul a rule are subsequently held unconstitutional, then the grant of rulemaking authority and any rule proposed or adopted after August 28, 2010, shall be invalid and void.

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